

# WAM CAPITAL LIMITED

(ACN 086 587 395)



## **WAM CAPITAL MARCH 2003** **INVESTMENT UPDATE & NTA**

Since inception in August 1999 WAM Capital Ltd (WAM) has outperformed the overall sharemarket. WAM's portfolio (before all fees, costs, taxes and dividend) has increased by 134.6%\* compared to an 8.2% increase in the All Ordinaries Accumulation Index.

\* Adjusted for options exercised over the period.

- In March WAM's portfolio (before all fees, costs and taxes) decreased by 0.4% while the All Ordinaries Accumulation Index rose by 3.4%.
- The NTA before tax was 125.0c a share, as at 31<sup>st</sup> March. \*
- The NTA after tax was 120.9c a share, as at 31<sup>st</sup> March. \*

\* Before the payment of the interim dividend of 4 cents a share fully franked.

WAM is an investment company whose mission is to provide superior returns to its investors over the medium to long term. WAM is managed by Wilson Asset Management (International) Pty Limited.

### **MARKET OUTLOOK**

Now that the outcome of the war in Iraq seems to have been secured, focus should again return to economic fundamentals and company earnings. We believe that there is still great uncertainty regarding earnings growth. Consequently, we will look to retain a healthy cash buffer and concentrate on companies that have dependable earning growth and trade on low earnings multiples.

### **PORTFOLIO STRUCTURE & STRATEGY**

As at 31<sup>st</sup> March 2003 equities made up approximately 54% of the portfolio, while fixed interest, cash and debt securities made up the remaining 46%. We continue to focus on companies with strong earnings per share growth, trading on attractive earnings multiples, that are well positioned in growth industries and have proven management. We continue to research heavily to find companies that meet this profile.

### **DIVIDENDS**

The interim dividend of 4 cents a share fully franked will be paid on the 18<sup>th</sup> April 2003. The ex dividend date for shareholders was the 7<sup>th</sup> April 2003.

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The major securities held as at 31<sup>st</sup> March 2003 in the fund give exposure to:

McGuigan Simeon Wines Ltd  
 Australian Stock Exchange Ltd  
 RG Capital Radio Ltd  
 Roberts Ltd  
 Plaspak Group Ltd  
 Loftus Capital Partners Ltd  
 Oamps Ltd  
 AJ Lucas Ltd  
 Burns Philip Ltd 7.5 % ( Conv. Pref.)

Beston Wine Industry Trust  
 Port Douglas Reef Resorts Ltd (Conv. Notes)  
 Timbercorp Ltd 9% (Conv. Pref.)  
 Reynolds Wines Ltd 8.75% (Conv.Pref.)  
 Sirtex Medical Ltd  
 Greens Foods Ltd  
 Ridley Corporation Ltd  
 Ten Network Holdings Ltd  
 Bristile Ltd

## PERFORMANCE

	Aug 99	Sep 99	Oct 99	Nov 99	Dec 99	Jan 00
Gross Portfolio *	+1.4%	+5.1%	+4.1%	+11.0%	+4.9%	-2.0%
All Ordinaries Accum.	-1.9%	-1.7%	+0.5%	+5.9%	+3.7%	-1.8%
	Feb 00	Mar 00	Apr 00	May 00	Jun 00	Jul 00
Gross Portfolio *	+5.4%	+5.3%	-5.7%	-2.9%	+3.6%	+2.9%
All Ordinaries Accum.	+1.6%	+0.5%	-1.5%	-1.3%	+7.7%	-1.3%
	Aug 00	Sep 00	Oct 00	Nov 00	Dec 00	Jan 01
Gross Portfolio *	+5.2%	-0.7%	+2.5%	+1.9%	+0.1%	+1.7%
All Ordinaries Accum.	+1.7%	+0.2%	-1.1%	+1.1%	-2.0%	+4.4%
	Feb 01	Mar 01	Apr 01	May 01	Jun 01	July 01
Gross Portfolio *	-0.2%	- 3.7%	+3.9%	+6.7%	+6.9%	-1.0%
All Ordinaries Accum.	-0.2%	- 4.8%	+5.7%	+1.6%	+3.8%	-4.5%
	Aug 01	Sep 01	Oct 01	Nov 01	Dec 01	Jan 02
Gross Portfolio *	+4.6%	-2.9%	+8.6%	+3.8%	+3.3%	+7.0%
All Ordinaries Accum.	-1.3%	-6.7%	+6.8%	+3.4%	+2.7%	+1.3%
	Feb 02	Mar 02	Apr 02	May 02	Jun 02	Jul 02
Gross Portfolio *	+3.1%	+4.9%	-0.4%	+0.7%	-2.2%	-3.0% **
All Ordinaries Accum.	-1.1%	+0.8%	-1.8%	+0.9%	-4.4%	-4.1%
	Aug 02	Sep 02	Oct 02	Nov 02	Dec 02	Jan 03
Gross Portfolio *	+3.9% **	-1.1% **	+1.1% **	+1.6% **	+1.5% **	+1.3%
All Ordinaries Accum.	+1.8%	-4.1%	+2.6%	+1.5%	-1.5%	-1.3%
	Feb 03	Mar 03	Since Inception			
Gross Portfolio *	-1.7%	-0.4%	+134.6% **			
All Ordinaries Accum.	-5.1%	+3.4%	+8.21%			

\*The change in the portfolio before all expenses, fees and taxes

\*\* Adjusted for options exercised over the period.

NTA before tax *	125.0c
NTA after tax and before tax on unrealised gains*	122.5c
NTA after tax *	120.9c

\* This is before the payment of an interim dividend of 4 cents a share fully franked on 18<sup>th</sup> April 2003.

For further information please visit our website [www.wamcapital.com.au](http://www.wamcapital.com.au) or contact;

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